

LEGISLATURE OF NEBRASKA  
NINETY-EIGHTH LEGISLATURE  
SECOND SESSION

**LEGISLATIVE BILL 1080**

Introduced by Stuhr, 24

Read first time January 14, 2004

Committee: Nebraska Retirement Systems

A BILL

- 1 FOR AN ACT relating to schools; to amend section 79-514, Reissue
- 2 Revised Statutes of Nebraska; to prohibit the purchase of
- 3 certain annuity plans; to harmonize provisions; and to
- 4 repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

1                   Section 1.    Section 79-514, Reissue Revised Statutes of  
2 Nebraska, is amended to read:

3                   79-514.   (1) Except as provided in subsection (2) of this  
4 section, the ~~The~~ school board or board of education of any school  
5 district has the authority to purchase retirement annuity contracts  
6 for any or all of its employees from any insurance company licensed  
7 to do business in the State of Nebraska, may enter into contracts  
8 with its employees providing for the purchase by it of such  
9 retirement annuity contracts, or may provide for the purchase by it  
10 of such retirement annuity contracts in the general contract of  
11 employment with any or all of its employees.    When necessary in  
12 connection with the purchase of retirement annuity contracts, any  
13 such employee may execute an order authorizing the withholding of  
14 necessary amounts from any wages or salary payable to the employee  
15 and such order and revocation thereof shall be executed in the  
16 manner and form required by section 44-1609.

17                   (2) This section and any other provision of Chapter 79  
18 shall not be construed to authorize a school board or board of  
19 education of any school district to offer a separate annuity plan  
20 classified as a qualified plan under section 401(a) of the Internal  
21 Revenue Code.

22                   Sec. 2.    Original section 79-514, Reissue Revised  
23 Statutes of Nebraska, is repealed.